GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3284
ANSWERED ON:12.05.2006
LIC HOUSING FINANCE LTD.
Saroj Shri Tufani

Will the Minister of FINANCE be pleased to state:

(a) whether Life Insurance Corporation Housing Finance Limited has recently increased their rates of interest;

(b) if so, the reasons therefor;

(c) whether the share of LIC Housing Finance Ltd. in Housing loan market has reduced;

(d) if not, the present Housing Loan market share of LIC Housing Finance Ltd.; and

(e) the amount of loan disbursed by this company during the year 2005?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL):

(a) and (bYes, Sir. As reported by National Housing Bank (NHB), the increase in the rate of interest is on account of increase in the cost of borrowing of funds from market.

(c) and (d) The share of LIC Housing Finance Company in the total disbursement of housing loan by Housing Finance Companies has reduced to 15.50 per cent during 2005-06 from 19.72 per cent during 2003-04,

(e) As reported by NHB a total amount of Rs.4670.08 crore was disbursed by LIC Housing Fina Company during the year 2005-06.